be commensurate with the results likely to be achieved.

Profitability of formulators

994. SHRI R. SAMBASIVA RAO: Will the Minister of INDUSTRY be plea-sed to state,

(a) whether it is a fact that his Ministry did not study the profitability of individual formulators according to DPCO 1979;

(b) whether it is also a fact that due j to non-study of profitability, most of the provisions of 1979 Drugs Price Control Order have not been implemented, price revisions linked profitability have not been granted and Government are not aware of irregularities/adjustments carried Dut by producers to depress their profits is well as the drug industry about decline)f profit cannot be accepted without mowing the reasons;

(c) whether t is also a fact that his Ministry has proposed abolition of overall vrofitability; and

(d) if so, in the absence of profitabili-y study, what system has been proposed a the measures to know the cases in-olving irregularities, adjustments, trans-Er of pricing, overin voicing, actual pro-ts and the methods of siphoning of rofits by the Drug Industry?

THE MINISTER Op STATE IN THE IEPARTMENT OF CHEMICALS AND ETROLEUM-CHEMICALS IN THE INISTRY OF INDUSTRY (SHRI R. K. AICHANDRA SINGH): (a) and (b) As result of study of from 6 returns sub-utted by various companies, M|s. War-er Hindustan and Infar (India) were ound to have exceeded the permissible mits. Necessary action for adjusting the rices of formulations has already been ken.

(c) and (d) New Drug Price Control rder has not yet been announced by the overnment.

Regiilarisation of unauthorised production Of formulations

995. SHRI R. SAMBASIVA RAO: Will the Minister of INDUSTRY be pleased to state:

(a) whether it is a fact that undc 6.13 of the new measures, his Ministry has proposed to regularise unauthorised . production of formulation's;

of the formulations are vitamins prepara- othcr non jjseless medicines;

(c) if so, what are the names of those medicines Which fall unde-r categories III rind IV of Drugs Price Control Order. 1979;

(d) what was the sales turn over of such products of each company whose production is being regularised.

(e) what are the ireasons for general regularisation of unauthorised production;

(f) whether it is also a fact that no study of individual cases has been done before such regularisation; and

(g) the dadoes of bulk drugs for which unauthorised production is regularised alongwith category and production of each during the last three years, yearwise?

THE MINISTER OF STATE IN THE DEPARTMENT OF CHEMICALS AND PETRO-CHEMICALS IN THE MINISTRY OF INDUSTRY ,(SHRI R. K. JAICHANDRA SINGH): (a) Yes, Sir.

(b) No, Sir.

(c) Does not arise.

(d) Such details aire not available with this Department.

(e) and (f) An Inter-Ministerial Working Group was set up in 1982 to examine fee question relating to production of drugs without valid industrial approvals and to suggest possible line of action that may be taken. Details of measures for rationalisation, quality control and growth of pharmaceautical industry of India, giving rationale of each of the decision have